

Historic, Archive Document

Do not assume content reflects current
scientific knowledge, policies, or practices.

A280. 3449
F77F
Cap. 2

FORT WAYNE MILK MARKET NEWS

Federal Milk Order No. 32
U. S. Department of Agriculture
Dairy Division
Agricultural Marketing Service

Market Administrator
507 Strauss Building
809-11 S. Calhoun St.
Fort Wayne 2, Indiana

SEP 25 1957

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. 1 No. 5

May 1957

APRIL UNIFORM PRICE \$3.59

A uniform price of \$3.59 per cwt. was computed for 3.5% milk delivered by producers to handlers subject to the Fort Wayne Milk Order. For milk of a higher or lower test this price will be adjusted by a butterfat differential of 6.8 cents for each one-tenth of one percent that individual tests vary above or below the 3.5% standard. This minimum price is subject to the applicable marketing service deduction, authorized hauling charges and transportation tax. The computation of this blend price is shown on page 4 and the class prices on page 3.

The \$3.59 price for April 1957 is 27 cents above the April price of a year ago. It is 28 cents below the March 1957 price.

PRODUCTION AND UTILIZATION

Dairy farmers shipped 9.1 million pounds of milk to the Fort Wayne market during April 1957. This is 1.4 million pounds or 14% less milk than a year ago. 5.4 million pounds; 59% of the total milk production, was utilized as Class I milk (fluid milk and cream products) by the Fort Wayne handlers.

Detailed information on the utilization and classification of all milk receipts required to be reported by handlers is shown in the table on page 2.

Average production per farm per day was 326 pounds for April 1957 as compared with 339 pounds a year ago, or a decrease of slightly under 4%. Producers on the market for April 1957 numbered 932, which is 106 less than a year ago.

MAY 1957, SUPPLY-DEMAND ADJUSTMENT - Plus 7¢

The gross volume of Class I utilization for the months of March and April 1957, of 13,005,002 pounds divided by the total volume of producer receipts for these months of 17,890,809 pounds produced a Class I utilization percentage of 73%. The standard utilization percentage for May is 68%. This difference of +5% is the net utilization percentage for May. The supply demand adjustment for May 1957, based on the plus 3 or plus 4 bracket is +\$.07. The regular class differential is \$0.75, therefore the total difference between the May Class I and Class II price will be \$0.82.

BUTTERFAT SAMPLING

Test of producers' composite samples, fresh milk samples and handlers finished products, by the market administrator's butterfat check testers totaled 1523 in April 1957.

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

	April 1957 Reported		April 1956 Audited	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
<u>CLASS I MILK</u>				
Fluid Milk	5,631,998	198,220	5,726,121	201,810
Fortified Skim Milk	182,091	3,102	168,970	2,067
Skim Milk	91,205	123	47,714	60
Buttermilk	77,815	772	79,485	857
Flavored Milk/Drink	238,432	4,728	270,984	5,623
Cream Mixtures	104,387	12,886	93,416	11,324
Light Cream	29,347	5,853	36,068	7,339
Heavy Cream	11,323	4,081	12,531	4,531
Sour Cream	4,808	917	2,252	426
Ice Cream Mix in Bottles	1,280	140	560	61
Condensed Skim Reconverted	-0-	-0-	16,958	-0-
Sub Totals	6,372,686	230,822	6,455,059	234,098
Plus Unaccounted For	18,673	2,048	1,483	1,133
Gross Total Class I Milk	6,391,359	232,870	6,456,542	235,231
Less Other Source Receipts	1,013,363	34,708	1,083,190	36,555
Less Overages	-0-	-0-	-0-	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>5,377,996</u>	<u>198,162</u>	<u>5,373,352</u>	<u>198,676</u>
<u>CLASS II MILK</u>				
Used by Pool Plants in the Manufacture of Class II Items	6,258,037	122,425	5,094,093	118,119
Sales to Non-Pool Manufacturing Plants	2,256,497	219,381	3,412,307	213,487
Inventory Variation	- 99,793	- 16,081	+ 125,387	+ 8,220
Dumped or Livestock Feed	13,517	135	17,085	155
Class II Shrinkage	53,643	10,928	78,133	5,343
Gross Total Class II Milk	8,481,901	336,788	8,727,005	345,324
Less Other Source Receipts	4,723,745	187,949	3,550,311	142,535
Less Overages	13,594	-0-	1,346	-0-
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>3,744,562</u>	<u>148,839</u>	<u>5,175,348</u>	<u>202,789</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>9,122,558</u>	<u>347,001</u>	<u>10,548,700</u>	<u>401,465</u>

UTILIZATION PERCENTAGES

	April 1957		April 1956	
	Milk	B. F.	Milk	B. F.
Producer Milk Utilized in Class I	58.95	57.11	50.94	49.49
Other Source Milk Utilized in Class I	17.66	15.59	23.38	20.41
Producer Milk Utilized in Class II	41.05	42.89	49.06	50.51
Other Source Milk Utilized in Class II	82.34	84.41	76.62	79.59

AVERAGE TESTS

Average Test of Producer Milk Class I	3.68	3.70
Average Test of Producer Milk Class II	3.97	3.92
Average Test of Total Producer Milk	3.80	3.81

STATISTICAL SUMMARY FOR APRIL 1957

Order No. 32, as Amended	April 1957 Reported	March 1957 Reported	April 1956 Audited	April 1955 Audited
Gross: Class I Milk (Lbs.)	6,391,359	6,613,643	6,456,542	6,488,806
Class II Milk	8,481,901	7,466,664	8,727,005	7,869,377
Total Gross Utilization	14,873,260	14,080,307	15,183,547	14,358,183
Total Daily Class I Milk (Lbs.)	213,045	213,343	215,218	216,294
Daily Class I Milk Compared With:		- 0.14%	- 1.01%	- 1.50%
Receipts: Producers Class I	5,377,996	5,589,756	5,373,352	5,470,015
Class II	3,744,562	3,178,495	5,175,348	4,083,005
Total	9,122,558	8,768,251	10,548,700	9,553,020
Other Sources	5,737,108	5,308,941	4,633,501	4,800,220
Overages	13,594	3,115	1,346	4,943
Total Receipts (Lbs.)	14,873,260	14,080,307	15,183,547	14,358,183
Daily Production (Lbs.)	304,085	282,847	351,623	318,434
Daily Production Compared With:		+ 7.5%	- 13.5%	- 4.5%
Number of Producers	932	884	1,038	1,109
Daily Production per Farm (Lbs.)	326	320	339	287
Producers' Average Butterfat Test:	3.80%	3.84%	3.81%	3.68%
Gross Class I Milk to Producer Milk	70.1%	75.4%	61.2%	67.9%
Class II Price	\$3.088	\$3.094	\$3.057	\$3.018
Basic Adjustment	0.75	1.15	0.75	0.75
Supply-Demand Adjustment	+ 0.07	+ 0.10	- 0.26	0.00
Class I Price	\$3.908	\$4.344	\$3.547	\$3.768
Uniform Blend Price	\$3.59	\$3.87	\$3.32 1/	\$3.47
Butterfat Differentials: Class I	\$.077	\$.077	\$.076	\$.075
Class II	.068	.068	.067	.066
Producer	.068	.068	.067	.066
Pool Value of Producer Milk	\$345,757	\$362,532	\$371,528	\$341,927
Value of Producer Milk per Farm	371	410	358	308
Non-Fat Dried Milk Solids Price	\$.1428	\$.1423	\$.1446	\$.1447
Cheddar Cheese Price	.3462	.3481	.3386	.3294
92-Score Butter Price, Chicago	.5938	.5938	.5828	.5733
Mft. Pay Price (4 plants)	2.969	3.094	2.919	2.794
Butter-Cheese Formula Price	2.835	2.838	2.781	2.729
Butter-Skim Powder Formula Price	3.088	3.034	3.057	3.018

All prices quoted are for 3.5% milk.

1/ Does not include a 17¢ premium paid by handlers.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

Page 4

United States Secretary
of Agriculture
Order No. 32, as Amended

507 Strauss Building
809-11 S. Calhoun St.
Fort Wayne 2, Indiana

ANNOUNCEMENT AND COMPUTATION OF UNIFORM PRICE FOR APRIL 1957
(Based on Reports of 10 Handlers)

Uniform Price - \$3.59 /Cwt., for 3.5% Milk

ALLOCATION AND VALUE OF PRODUCER MILK

	<u>POUNDS</u>	<u>VALUE CWT.</u>	<u>TOTAL VALUE</u>
Class I Butterfat	198,162	\$78.213	\$154,988.45
Skim	<u>5,179,834</u>	1.213	<u>62,831.38</u>
Product	5,377,996	<u>\$ 4.050</u>	\$217,819.83
Class II Butterfat	148,839	\$68.708	\$102,264.30
Skim	<u>3,595,723</u>	.708	<u>25,457.71</u>
Product	<u>3,744,562</u>	<u>\$ 3.411</u>	<u>\$127,722.01</u>
Total Producer Deliveries Pooled	9,122,558	\$ 3.788	\$345,541.84
Add: Overage Value		.001	96.25
Add: Other Source Milk in Class			
I Assessment		.001	118.79
Total Value of Producer Milk		\$ 3.790	\$345,756.88
Subtract: Butterfat Adjustment to 3.5% Milk		.207	18,843.80
Add: Cash Balance at May 9, 1957		.049	4,444.95
Subtract: Reserve (between 4¢ and 5¢)		<u>.042</u>	<u>3,858.20</u>
Announced Uniform Price - 3.5% Milk		<u>\$ 3.59</u>	<u>\$327,499.83</u>

IMPORTANT: The announced uniform price of \$3.59 cwt., is subject to a butterfat differential of \$.068 cwt., for each 1/10 of 1% butterfat content variance from 3.5%. This price is subject to the applicable marketing service deduction together with the authorized hauling charges and the 3% transportation tax.

PRODUCER UNIFORM PRICES AT BUTTERFAT TEST FOR APRIL 1957
(F. O. B. Fort Wayne, Indiana)

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$3.420	3.75	\$3.760	4.35	\$4.168	4.95	\$4.576
3.30	3.454	3.80	3.794	4.40	4.202	5.00	4.610
3.35	3.488	3.85	3.828	4.45	4.236	5.05	4.644
3.40	3.522	3.90	3.862	4.50	4.270	5.10	4.678
3.45	3.556	3.95	3.896	4.55	4.304	5.15	4.712
		4.00	3.930	4.60	4.338	5.20	4.746
3.50	3.59	4.05	3.964	4.65	4.372	5.25	4.780
		4.10	3.998	4.70	4.406	5.30	4.814
3.55	3.624	4.15	4.032	4.75	4.440	5.35	4.848
3.60	3.658	4.20	4.066	4.80	4.474	5.40	4.882
3.65	3.692	4.25	4.100	4.85	4.508	5.45	4.916
3.70	3.726	4.30	4.134	4.90	4.542	5.50	4.950

May 9, 1957

R. J. Connolly
Market Administrator

